## JOE B. ADAMS CONSULTING GEOLOGIST

November 2, 2005

Honorable James H. Welsh Commissioner of Conservation P.O. Box 94275 Baton Rouge, Louisiana 70804-9275

Re: APPLICATION FOR PUBLIC HEARING
HACKBERRY SAND, RESERVOIR B,
Gum Cove Island Field
Cameron Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of SAMUEL GARY JR. and ASSOCIATES ("Applicant") for the calling of a public hearing, after legal notice to consider evidence relative to the issuance of an order pertaining to the following matters relating to the HACKBERRY SAND, Reservoir B in Gum Cove Field, Cameron Parish, Louisiana:

- To create a single drilling and production unit of approximately 320 acres for the exploration for and production of gas and condensate from the Hackberry Sand, Reservoir B in Gum Cove Field, Cameron Parish, Louisiana; and
- 2. To force pool and integrate all separately owned tracts, mineral interest and other property interests within the unit so created, in accordance with Section 10, Title 30, of the Louisiana Revised statutes of 1950 with each tract sharing in unit production on a surface acreage basis of participation; and
- 3. To designate a unit operator; and
- 4. To designate a unit well for the HBY RB SUA; and
- To provide that any wells drilled to the Hackberry Sand, Reservoir B, shall comply with the spacing provisions of Statewide Order No. 29-E.
- 6. To consider such other matters as may be appropriate and justified by the evidence presented at the public hearing.

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The Hackberry Sand in Gum Cove Field, Cameron Parish, Louisiana was previously defined as that gas and condensate bearing sand encountered between the depths of 12,634 feet and 12,714 feet (electric log measurements) (12,614 feet and 12,694 feet TVD) in the Manti - Odom No. 1 well located in section 13, Township 12 South - Range 12 west, Cameron Parish, Louisiana.

Pertinent data concerning this application is available for inspection at the offices of Joe B. Adams, 9141 Interline Ave. Ste. 3A, Baton Rouge, Louisiana 70809. Any person wishing to inspect such data should call Mr. Adams (225) 929-6097 during normal business hours in order to arrange a date and time for such inspection. A copy of any such data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

Under the Revised Rules of Procedure, a conference was held on June 23, 2005 at the Holiday Inn, South in Baton Rouge, Louisiana. The conference was opened by the undersigned and the applicant's unit proposal and the basis therefore was explained to those in attendance. Mr. Randall Songy, representing the Benchenstein interest advised that they would have a proposal, which was presented by Mr. Charles Smith. This proposal centered the well in a rectangular unit of approximately 400 acres. Mr. David Sturlese, representing the Stream interest, pointed out an error on the applicant's proposal in that the proposed bottom hole X and Y coordinates were not properly located on the applicant's map. He then presented a proposal which was rectangular in shape and extended to a boundary west of the corrected bottom hole location a distance equal to the distance between the corrected Bottom hole location and the eastern boundary of the unit. He then went north and south a distance to form a 320 acre unit. Mr. Mike Killeen, representing the Collingwood tract advised that they were in agreement with the applicant. Further attempts were made to affect a compromise with all parties. These attempts were unsuccessful. The applicant recognizes the error in the placement of the bottom hole on the original notice and is therefore submitting the attached plat as a compromise proposal, under the Revised Rules of Procedure. A list of those in attendance is attached hereto.

Pursuant to the aforesaid Revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom this application is being sent and has attached hereto a list of the names and addresses of such parties. The list of Interested Owners, Represented Parties and Interested Parties is being sent to the Commissioner of Conservation only. A copy of this letter and the attached plat is being sent to the District Manager of the Lafayette District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties, as shown on the attached list.

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Applicant will provide for POSTING of a copy of the legal notice of the hearing and the enclosed plat at a prominent place in the area affected and will cause the LEGAL NOTICE to be PUBLISHED in a newspaper of general circulation in the vicinity of the Gum Cove Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice.

Enclosed is a check, in the amount of \$ 755.00, payable to the Louisiana Office of Conservation, which represents the required hearing fee.

Respectfully submitted

Joe B. Adams

encl:

cc: Mr. Richard Hudson (w/ encls.)
 Samuel Gary Jr. & Associates (w/ encls.)
 All Interested Owners, Interested Parties and
 Represented Parties

